

Capital Budget

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1994 Supplemental Capital Budget Legislative Overview

NEW APPROPRIATIONS

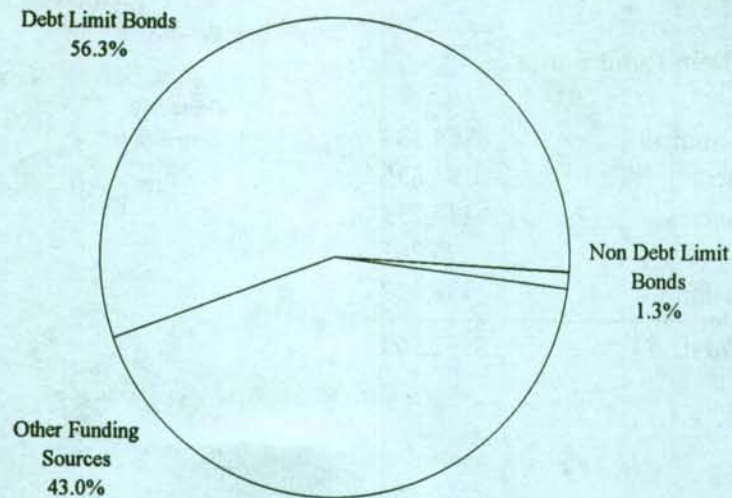
The 1994 supplemental capital budget reduces the amount of new appropriations made in the 1993-95 capital budget from \$1,713.4 million to \$1,691.4 million for a net reduction of \$22.1 million. The amount of general fund supported bonds increases by \$17.3 million while other funding sources are reduced by \$39.4 million. The increase in general fund supported bonds is composed of numerous reductions which are offset by an increase of \$37.0 million to support common school construction. This funding is necessary due to a downturn in the common school timber revenue forecast which fell by a total of \$52.3 million in the period between the passage of the original 1993-95 capital budget and the 1994 supplemental capital budget. The supplemental capital budget appropriation of \$37.0 million, combined with a general fund supplemental operating budget appropriation of \$15.3 million, replaced the lost timber revenues for school construction. (See also chapter 6, Laws of 1994, 1st sp.s. (ESSB 6244), section 516.)

REAPPROPRIATIONS

The supplemental capital budget made numerous adjustments to update the 1993-95 reappropriations. Reappropriation adjustments fall into two categories: technical adjustments to reflect updated data on unspent funds remaining from previous appropriations; and policy reductions that reflect a decision to eliminate or reduce the funds available for an existing project. The 1994 supplemental capital budget made policy reductions to reappropriations totaling \$5.1 million including \$1.2 million in general fund supported bonds. These 1994 policy reappropriation reductions are in addition to the \$33.0 million in policy reappropriation reductions enacted during the 1993 session.

FUNDING SOURCES

	1993-95 Budget	1994 Supplemental	1993-95 Total
New Appropriations:			
General Fund Debt Limit Bonds	\$935,562,564	\$17,346,595	\$952,909,159
Non Debt Limit Bonds	21,500,000	0	21,500,000
Other Funding Sources	756,366,690	(39,412,149)	716,954,541
Total	\$1,713,429,254	(\$22,065,554)	\$1,691,363,700
Reappropriations - Policy Reductions:			
General Fund Debt Limit Bonds	(\$33,020,513)	(\$1,245,000)	(\$34,265,513)
Non Debt Limit Bonds	0	0	0
Other Funding Sources	0	(3,833,327)	(3,833,327)
Total	(\$33,020,513)	(\$5,078,327)	(\$38,098,840)
Effective Total:			
General Fund Debt Limit Bonds	\$902,542,051	\$16,101,595	\$918,643,646
Non Debt Limit Bonds	21,500,000	0	21,500,000
Other Funding Sources	756,366,690	(43,245,476)	713,121,214
Total	\$1,680,408,741	(\$27,143,881)	\$1,653,264,860



	Amount	Percentage
Debt Limit Bonds	\$952,909,159	56.3%
Non Debt Limit Bonds	21,500,000	1.3%
Other Funding Sources	716,954,541	42.4%
Total	\$1,691,363,700	100.0%

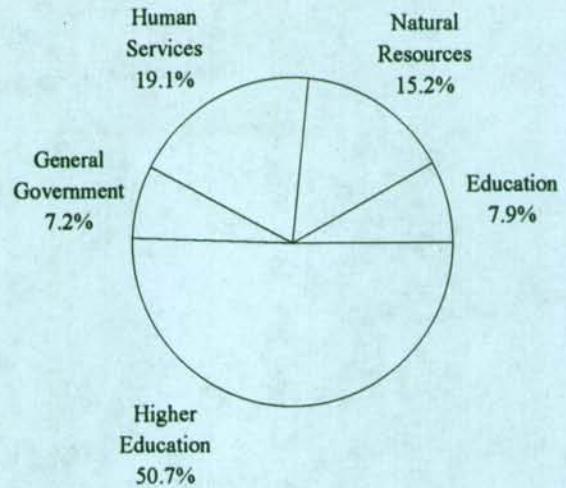
FUNCTIONAL AREAS

The supplemental capital budget was divided among the following functional areas of state government. It should be noted that there is a shift of \$20.7 million in appropriation authority for the Bothell Branch Campus from the University of Washington to the Office of Financial Management. This shift causes the apparent large increase in General Government capital funding. In reality, those funds are still earmarked for Higher Education.

	1993-95 Budget	1994 Supplemental	1993-95 Total
New Appropriations:			
General Government	\$71,674,548	\$19,391,046	\$91,065,594
Human Services	298,661,682	(2,085,419)	296,576,263
Natural Resources	485,857,578	(14,344,980)	471,512,598
Education	271,405,203	(15,265,200)	256,140,003
Higher Education	585,830,243	(9,761,001)	576,069,242
Total	\$1,713,429,254	(\$22,065,554)	\$1,691,363,700

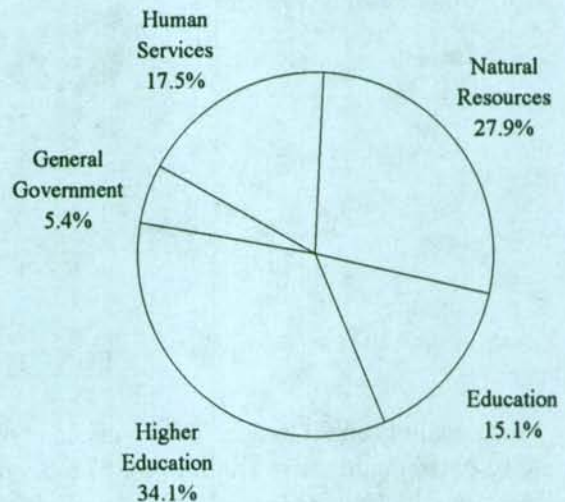
Debt Limit Bonds

General Government	\$68,133
Human Services	181,835
Natural Resources	144,733
Education	75,261
Higher Education	482,947
Statewide Total	\$952,909



Total New Appropriations

General Government	\$91,066
Human Services	296,576
Natural Resources	471,513
Education	256,140
Higher Education	576,069
Statewide Total	\$1,691,364



STATUTORY CITATIONS

The supplemental capital budget passed as SSB 6243 and became chapter 308, Laws of 1994. No additional bond authorization legislation was necessary to support the supplemental appropriations.

The legislature also passed ESHB 2237 (chapter 219, Laws of 1994) which continues the Legislature's ongoing efforts to improve the capital budget process and management of state facilities. For more information on ESHB 2237, see the 1994 Final Legislative Report.

1994 Supplemental Capital Budget -- SSB 6243
New Projects & Reprioritizations

	Governor		Legislature		Difference	
	State Bonds	Other Funds	State Bonds	Other Funds	State Bonds	Other Funds
GENERAL GOVERNMENT						
Office of Financial Management						
New Higher Education Site (from UW)	23,000,000	0	20,710,000	0	-2,290,000	0
Department of General Administration						
Tumwater Land Acquisition	-334,954	0	-334,954	0	0	0
Capital Campus Preservation	0	0	-2,818,000	2,818,000	-2,818,000	2,818,000
Legislative Bldg Preservation	0	0	-304,000	304,000	-304,000	304,000
Temple of Justice Preservation	0	0	-147,000	147,000	-147,000	147,000
Office Bldg 2 Preservation	0	0	-250,000	250,000	-250,000	250,000
Employ Security Bldg Preservation	0	0	-74,000	74,000	-74,000	74,000
Lacey Light Industrial Park Acquisition	-1,100,000	0	-1,034,000	0	66,000	0
Facility Collocation (Spokane, Tacoma, Pt Angeles)	0	0	115,000	0	115,000	0
Total	-1,434,954	0	-4,846,954	3,593,000	-3,412,000	3,593,000
Military Department						
Statewide Preservation	-52,000	0	-52,000	0	0	0
Yakima Armory Predesign	52,000	0	52,000	0	0	0
Total	0	0	0	0	0	0
Court of Appeals						
Vault Enlargement	0	0	-65,000	0	-65,000	0
TOTAL GENERAL GOVERNMENT	21,565,046	0	15,798,046	3,593,000	-5,767,000	3,593,000
HUMAN SERVICES						
Department of Community Development						
Housing Assistance - Developmental Disabilities	0	0	3,000,000	1,000,000	3,000,000	1,000,000
Housing Assistance - Youth Shelters	0	0	1,000,000	1,000,000	1,000,000	1,000,000
Total	0	0	4,000,000	2,000,000	4,000,000	2,000,000
Department of Social and Health Services					0	0
Eastern WA Psychiatric Triage Unit	0	0	1,000,000	0	1,000,000	0
Western State Hospital Security Improvements	0	0	400,000	0	400,000	0
Maple Lane: Fire Safety/Sewer Improvements	470,000	0	470,000	0	0	0
Maple Lane: 64 Bed Level One Security Facility	785,600	0	785,600	0	0	0
Naselle Youth Camp	0	0	282,000	0	282,000	0
DJR Master Plan Development (1)	200,000	0	0	0	-200,000	0
Total	1,455,600	0	2,937,600	0	1,482,000	0
Department of Health						
Laboratory Expansion Phase II	-12,470,951	0	-12,470,951	0	0	0
Ground Water Monitoring Pilot Project	0	0	0	2,060,000	0	2,060,000
Total	-12,470,951	0	-12,470,951	2,060,000	0	2,060,000
Department of Veterans' Affairs						
Roosevelt Hall: Sprinkler Installation	0	70,000	0	70,000	0	0
Retsil Laundry Room Improvements	0	120,000	0	90,000	0	-30,000
Soldiers Home HVAC	0	0	837,057	-837,057	837,057	-837,057
Veterans Home HVAC	0	0	1,246,611	-1,246,611	1,246,611	-1,246,611
Retsil Heating System (2)	250,000	0	250,000	0	0	0
Total	250,000	190,000	2,333,668	-1,923,668	2,083,668	-2,113,668

(1) Note: The appropriation for the master plan was included in the operating budget (SSB 6244).

(2) Note: SSB 6243 appropriated \$700,000 of which \$450,000 is a reauthorization of a lapsed appropriation.

1994 Supplemental Capital Budget -- SSB 6243
New Projects & Reprioritizations

	Governor		Legislature		Difference	
	State Bonds	Other Funds	State Bonds	Other Funds	State Bonds	Other Funds
Department of Corrections						
Monroe Correctional Center Savings	0	0	-1,262,068	0	-1,262,068	0
Yakima Pre-Release Remodel	240,000	0	240,000	0	0	0
Total	240,000	0	-1,022,068	0	-1,262,068	0
TOTAL HUMAN SERVICES	-10,525,351	190,000	-4,221,751	2,136,332	6,303,600	1,946,332
NATURAL RESOURCES						
Department of Ecology						
Water Pollution Control Facility Loans	0	-8,508,980	0	-8,508,980	0	0
State Parks						
Trustland Transfer Program: Fund Switch (3)	0	0	-15,000,000	0	-15,000,000	0
Iron Horse Trail Acquisition	0	0	70,000	0	70,000	0
Total	0	0	-14,930,000	0	-14,930,000	0
Interagency Committee for Outdoor Recreation						
Mt. Spokane Trail Development, Federal Funds	0	100,000	0	125,000	0	25,000
Department of Fisheries						
Fish Rearing Pond Sites	0	300,000	0	300,000	0	0
Department of Wildlife						
Warm Water Fish Facility	0	0	-608,000	38,000	-608,000	38,000
Regional Office Construction	0	0	38,000	-38,000	38,000	-38,000
Mt St Helens Rearing Ponds (from DOT)	0	0	370,000	0	370,000	0
Fishing Access Area Development	0	-761,000	0	-761,000	0	0
Total	0	-761,000	-200,000	-761,000	-200,000	0
Department of Transportation						
Mt St Helens Rearing Ponds (to Wildlife)	0	0	-370,000	0	-370,000	0
Department of Natural Resources						
Watershed Restoration Partnership Program (transfer of funds & creation of program, see operating budget for appropriation)	0	0	0	10,000,000	0	10,000,000
TOTAL NATURAL RESOURCES	0	-8,869,980	-15,500,000	1,155,020	-15,500,000	10,025,000
EDUCATION						
State Board of Education						
Common School Construction: Fund Switch (4)	15,250,000	-15,250,000	37,000,000	-52,300,000	21,750,000	-37,050,000
Washington State Historical Society						
Boiler Replacement	25,800	0	14,000	0	-11,800	0
Eastern Washington State Historical Society						
Cheney Cowles Museum: Emergency Repairs	20,800	0	20,800	0	0	0
TOTAL EDUCATION	15,296,600	-15,250,000	37,034,800	-52,300,000	21,738,200	-37,050,000

(3) Note: \$15.0 million in general fund money was included in the operating budget (SSB 6244) to replace this amount.

(4) Note: \$15.3 million in general fund money was included in the operating budget (SSB 6244). When combined with the \$37.0 million in the capital budget, the full \$52.3 million was restored for school construction.

1994 Supplemental Capital Budget -- SSB 6243
New Projects & Reprioritizations

	Governor		Legislature		Difference	
	State Bonds	Other Funds	State Bonds	Other Funds	State Bonds	Other Funds
HIGHER EDUCATION						
University of Washington						
Branch Campus (to OFM)	-23,000,000	0	-23,000,000	0	0	0
Bothell Branch Campus	0	0	0	2,290,000	0	2,290,000
Parrington Hall Renovation	0	0	0	3,513,499	0	3,513,499
Total	-23,000,000	0	-23,000,000	5,803,499	0	5,803,499
Washington State University						
Veterinary Teaching Hospital Construction	8,950,500	0	7,110,500	0	-1,840,000	0
Central Washington University						
Animal Research Facility Lawsuit	0	200,000	0	200,000	0	0
Hertz Hall Emergency Repairs	125,000	0	125,000	0	0	0
Total	125,000	200,000	125,000	200,000	0	0
TOTAL HIGHER EDUCATION	-13,924,500	200,000	-15,764,500	6,003,499	-1,840,000	5,803,499
New Appropriations:						
Statewide Total	12,411,795	-23,729,980	17,346,595	-39,412,149	4,934,800	-15,682,169
Total All Funds	-11,318,185		-22,065,554		-10,747,369	

REAPPPROPRIATION POLICY ADJUSTMENTS

Department of General Administration						
Highway License Building	0	0	-1,050,000	0	-1,050,000	0
Energy Office						
Energy Partnerships Reappropriation	0	-2,000,000	0	-2,000,000	0	0
State Parks and Recreation Commission						
Ocean Beach Access	0	0	0	-286,195	0	-286,195
Westhaven Facility Repair	0	0	-70,000	0	-70,000	0
Total	0	0	-70,000	-286,195	-70,000	-286,195
Department of Wildlife						
Grandy Creek Hatchery	-4,000,000	0	0	0	4,000,000	0
University of Washington						
Denny Hall Renovation	0	0	0	-1,547,132	0	-1,547,132
Central Washington University						
Barge Hall Remodel	-125,000	0	-125,000	0	0	0
Reappropriations:						
Statewide Total	-4,125,000	-2,000,000	-1,245,000	-3,833,327	2,880,000	-1,833,327
Total All Funds	-6,125,000		-5,078,327		1,046,673	

New Appropriations and Reappropriations:						
Statewide Total	8,286,795	-25,729,980	16,101,595	-43,245,476	7,814,800	-17,515,496
Total All Funds	-17,443,185		-27,143,881		-9,700,696	

1994 Supplemental Capital Budget

Legislative Additions and Changes to Governor Lowry's Capital Budget Request

INTRODUCTION

The project descriptions provided below are intended to be used in conjunction with the descriptions provided with the Governor Gardner 1993-95 proposed Capital Plan, the Governor Lowry 1994 Supplemental Capital Budget and the 1993 Legislative Budget Notes. This section describes projects which were added to the Governor Lowry proposed 1994 supplemental capital budget. It also describes significant legislative modifications to the Governor's request or to the original 1993-95 capital budget which were not part of the Governor's request.

This section does not reference items in the Governor's request which were not funded or which were reduced in scope but not materially changed in nature. Neither does it reference projects which differ from the Governor's request, or the original budget, solely in the source of funding. To signify the 1993-95 projects which were altered by the supplemental budget, the word *amended* has been added to the project title.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Office of Financial Management

New Higher Education Site (amended)

Section 1

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation State Building Construction Account	\$0	\$4,500,000
1994 Supplemental Change State Building Construction Account	0	20,710,000
Total	<u>\$0</u>	<u>\$25,210,000</u>

Description: To purchase land, design, and construct a new collocated community college and University of Washington branch campus.

New Provisos: Funds are earmarked for design and construction of the facility. The location of the property for the collocated campus shall be determined by the higher education coordinating board. The higher education coordinating board shall acquire a site contingent upon the completion of a satisfactory site selection environmental impact statement, the acquisition of necessary environmental permits, and fiscal approval by the office of financial management. An option on an alternative site may be acquired if it becomes apparent that the preferred site cannot meet the described contingencies.

Comments: The funds provided represent an increase of \$20,710,000 above the original amount provided in the 1993-95 capital budget. These funds were transferred from the appropriation made to the University of Washington for the development of the Bothell Branch campus. This transfer and consolidation of funds is consistent with the legislature's stated desire to develop a collocated higher education campus. (See page 268.)

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Office of Financial Management

Capital Budget System Improvements (amended)

Section 2

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation		
State Building Construction Account	\$100,000	\$300,000
1994 Supplemental Change	<u>0</u>	<u>0</u>
Total	\$100,000	\$300,000

Description: To improve budget monitoring and space inventory systems.

New Provisos: OFM shall develop standards for inclusion in the capital budget instructions which shall: (1) identify the allowable expenses for construction management, administration, support, overhead, and other staffing costs associated with capital projects; (2) identify allowable expenses for state employee or contracted staff work other than those identified in subsection (1); and (3) identify staffing expenses which are inappropriate for charge against capital project funding sources. By February 10, 1995, OFM shall report to the appropriate legislative committees on the amount of staffing expenses and number of full-time-equivalent employees estimated to be funded by capital appropriations during the 1993-95 biennium.

Comments: The original 1993-95 capital budget appropriations were provided for the capital project review requirement under section 1015 of the capital budget and for the capital project monitoring system required by chapter 358, Laws of 1991 (SHB 2140). Additional reforms to the capital budget development process are outlined in chapter 219, Laws of 1994 (ESHB 2237) and the proviso in this section.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Watershed Restoration Partnership Program

Watershed Restoration Partnership Program

Section 3

	<u>Reapprop</u>	<u>Approp</u>
State General Fund	\$0	\$5,000,000
Wildlife Fund	0	500,000
Aquatic Lands Enhancement Account	0	2,500,000
Water Quality Account	0	2,000,000
Total	<u>\$0</u>	<u>\$10,000,000</u>

Description: For watershed and fish and wildlife habitat restoration

Provisos: (1) The appropriations in this section shall be deposited in the watershed restoration account which is hereby created in the state treasury. The purposes of the account are to: a) restore and protect watersheds to benefit fish stocks in critical or depressed condition as determined by the department of fish and wildlife; b) avoid additional federal regulation of potentially endangered species; c) provide a mechanism to accept federal funds for watershed restoration; d) conduct watershed restoration and protection primarily on state lands in coordination with other efforts; e) demonstrate the state's commitment to watershed restoration while seeking additional federal funding; and f) expedite the expenditure of funds on a scientific basis for fish stock recovery and, to that end, contracted services and other techniques for providing accelerated local construction services should be utilized.

(2) Except as provided in (4) these funds are solely for capital projects jointly selected by the department of natural resources and the department of fish and wildlife. Funds may be spent for directly associated costs of planning, design and engineering. Projects funded from this account shall conform to priorities for fish stock recovery developed through watershed analysis conducted by the department of natural resources and the department of fish and wildlife's salmon and steelhead stock inventory. Funds shall not be used for ongoing operational costs.

(3) Subject to the provisions of section (2) above, at least \$2,000,000 shall be allocated for local initiative grants for environmental and forest restoration projects (Jobs For The Environment Program).

(4) A report shall be provided to the appropriate committees of the legislature by January 1, 1995 on any expenditures made from this appropriation and a plan for future use of the moneys provided in this section. The plan shall include a prioritized list of watersheds and future watershed projects. The plan

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Watershed Restoration Partnership Program (Continued)

shall also consider future funding needs, the availability of federal funding, the integration and coordination of existing watershed and protection programs, and the possibility of submitting a referendum to the voters of the state to provide future state funding.

(5) All projects shall be consistent with any development regulations or comprehensive plans adopted under the growth management act for the project areas. No funds shall be expended to acquire land through condemnation.

Comment:

The effect of the appropriations in this section is to transfer \$10 million from the fund sources shown into the Watershed Restoration Account. Section 313 of the 1994 Supplemental Operating Budget (ESSB 6244) appropriates the \$10 million from the Watershed Restoration Account to the Department of Natural Resources to implement the watershed restoration program. The capital budget creates the account and establishes the purposes of the program.

The intent for the \$2 million for the Jobs In The Environment Program was to replace the \$2 million reduction in the operating budget for the program.

1994 Supplemental Capital Budget

Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Department of General Administration

Highway-Licenses Building Renovation (amended)

Section 4

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation		
State Building Construction Account	\$18,000,000	\$0
1994 Supplemental Change		
State Building Construction Account	(1,050,000)	0
Total	\$16,950,000	\$0

Description: To complete the construction to renovate the Highway-Licenses Building on the capitol campus.

Existing Proviso: The appropriation shall not be expended until the capital project review requirements of section 1015 of the 1993-95 capital budget are met.

Comments: The 1994 supplemental budget reduction reflects cost savings realized through construction management controls implemented by the Office of Financial Management in response to the project review requirements outlined in section 1015 of the 1993-95 capital budget.

The original 1991-93 capital budget appropriation for this project (chapter 14, Section 7(11), Laws of 1991, 1st sp.s.) required the Department of General Administration to assess a space rental charge to occupants of the Highway-Licenses Building to pay the debt service costs of the renovation. The 1994 Supplemental Transportation Budget (chapter 303, Section 12, Laws of 1994) prohibits the department from assessing such a charge until the Legislature adopts a space rental charge plan. Section 19 of ESHB 2237 (chapter 219, Laws of 1994) adopts such a plan by requiring the Department of General Administration to charge agencies for the debt service costs of buildings newly constructed or substantially renovated after July 1, 1992. Under the provisions of chapter 219, Laws of 1994 (ESHB 2237), the occupants of the Highway-Licenses Building will be assessed debt service costs beginning in the 1995-97 biennium.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Department of General Administration

Collocation and Consolidation of State Facilities (amended)

Section 6

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation		
State Building Construction Account	\$105,000	\$300,000
1994 Supplemental Change		
State Building Construction Account	0	115000
Total	\$105,000	\$415,000

Description: To identify the current locations of major concentrations of state facilities and determine where state facilities can be collocated and consolidated.

New Provisos: (4) \$40,000 of this appropriation is provided solely for planning, negotiation, and development of collocated state facilities in Spokane, Tacoma, and Port Angeles.

(5) \$75,000 of this appropriation is provided to identify areas of the state with potential for efficiencies from collocation and consolidation of state facilities and to prepare implementation plans.

Comments: \$115,000 was added to the 1993-95 State Building Construction Account appropriation to accommodate the additional requirements added in the 1994 supplemental budget. In addition, \$171,000 was provided to the department from the Facilities and Services Revolving Fund in the 1994 Supplemental Operating Budget (chapter 6, section 135(9), Laws of 1994) for ongoing collocation planning staff. The proviso in the operating budget was vetoed by the Governor. The veto message indicates that the operating funds may be released upon presentation of adequate justification to the Office of Financial Management.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Department of General Administration

Northern State Multiservice Center (amended)

Section 10

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation CEP&RI Account	\$0	\$872,000
1994 Supplemental Change	<u>0</u>	<u>0</u>
Total	\$0	\$872,000

Description: For critical life/safety and preservation projects.

New Provisos: The department, in consultation with the local community and the office of financial management, shall develop a plan for the disposal of the property at the Northern State multiservice-service center and report on the plan to the fiscal committees of the legislature by December 1, 1994. In developing the plan, the department shall solicit proposals to exchange use or ownership of the facility or portions of the facility for environmental cleanup or demolition services or other consideration. The department shall also consider, in consultation with the correctional industries board of directors, the feasibility of using correctional industries for environmental cleanup and demolition.

Comments: The original 1993-95 capital budget contained an appropriation of \$872,000 to mitigate hazardous conditions and maintain infrastructure at the site. The 1994 supplemental budget requires the development of a disposal plan for the campus, with the intention that a viable disposal option be presented to the Legislature for consideration during the 1995 session. While the appropriation may be used for the disposal plan, it is the intent of the Legislature that the plan be developed within existing agency resources to the extent possible.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Department of Community Development

Housing Assistance Program (amended)

Section 18

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation		
State Building Construction Account	\$22,000,000	\$34,000,000
CEP&RI Account	0	2,000,000
1994 Supplemental Change		
State Building Construction Account	0	4,000,000
CEP&RI Account	0	2,000,000
Total	<u>\$22,000,000</u>	<u>\$42,000,000</u>

Description: For grants and loans for the development of low income housing.

New Provisos: (1) \$3,000,000 of the State Building Construction Account and \$3,000,000 of the CEP&RI Account is provided for the development of 395 housing units for persons eligible for services from the division of developmental disabilities in the department of social and health services. The housing assistance program shall implement this initiative in coordination with the plan for increased efficiency in community residential services developed in accordance with the 1994 supplemental operating budget.

(2) \$1,000,000 from the CEP&RI Account and \$1,000,000 of the State Building Construction Account is provided solely to promote the development of shelters for youth. The housing assistance program shall convene an advisory group to plan and develop guidelines for the implementation of this initiative. A match may be required which may include cash, land value, or donated labor and supplies as a condition of receipt of a grant from this appropriation. When selecting proposals for this program, criteria may be established on the administrative and financial capability of an organization, including the ability to provide for the ongoing operating costs of the shelter. It is the intent of the legislature that this appropriation represents a one-time appropriation for youth shelters.

Comments: The original 1993-95 capital budget provided \$2 million from the CEP&RI Account for 120 housing units for the developmentally disabled. The purpose of the \$4 million increase in funding for developmentally disabled community housing is to permit future operating budget savings through more efficient residential service configurations.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Department of Community Development

Housing Assistance Program (amended) -- (continued)

The \$2 million in new funding for youth shelters is intended for facility construction, renovation, or acquisition, as well as directly related project planning, management, and financing costs.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Department of Social and Health Services

Eastern Washington Psychiatric Triage Unit

Section 22

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$1,000,000

Description: To develop secure beds in Spokane county for persons in need of emergency short-term evaluation, treatment, and stabilization as a result of a psychiatric crisis.

Provisos: The department shall assure that: (1) Funding for the project shall be contingent upon a plan approved by the department of social and health services and upon an agreement by the participating regional support networks to reduce their utilization of eastern state hospital by at least 30 beds early in the 1995-97 biennium; and (2) the state's investment shall be promptly repaid if the facility is ever converted to a use other than psychiatric care for publicly assisted individuals.

Comments: Availability of the triage unit is expected to result in \$2.1 million of state general fund operating budget savings to Eastern State Hospital during the 1995-97 biennium.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Department of Social and Health Services

Western State Hospital

Section 23

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$400,000

Description: To improve security of the mentally ill offender unit.

New Provisos: none

Comments: This project was identified as an emergent need after the submission of the Governor's 1994 supplemental budget to the Legislature. Funds are provided for a new security entrance, improved fencing, door locks, window screening, and other security improvements.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Department of Social and Health Services

Naselle Youth Camp

Section 26

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$282,000

Description: To rehabilitate and repair Eagle Lodge.

Provisos: none

Comments: The department had originally planned to demolish the old Eagle Lodge due to safety and structural considerations. Funds are provided to bring the facility to standards which will allow occupancy. The rehabilitated facility is in addition to a new replacement facility funded in the original 1993-95 capital budget.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Department of Health

Groundwater Monitoring Pilot Project

Section 30

	<u>Reapprop</u>	<u>Approp</u>
Local Toxics Control Account	\$0	\$2,060,000

Description: To test public drinking water systems for organic and inorganic chemicals.

Provisos: (1) The appropriation is provided solely to implement Substitute House Bill 2616 (chapter 252, Laws of 1994).

(2) The local toxics control account shall be reimbursed by June 30, 1995, by fees sufficient to cover the cost of the program in accordance with the provisions of Substitute House Bill 2616 and RCW 43.20B.020.

Comments: none

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Department of Corrections

Monroe Correctional Center Savings (amended)

Section 42

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation		
State Building Construction Account	\$9,742,000	\$17,767,557
1994 Supplemental Change		
State Building Construction Account	0	(1,262,068)
Total	\$9,742,000	\$16,505,489

Description: For statewide repairs and improvements to correctional facilities.

New Provisos: (1) \$753,000 is provided for correctional industry storage and yard projects at the Washington State Reformatory.

(2) \$727,000 is provided for conversion of program space at Cedar Creek Corrections Center, completion of an intake-discharge unit and motor pool at the Clallam Bay Corrections Center, and conversion of the Eleanor-Chase House into a work-release facility.

Comments: The department experienced savings of \$2,741,618 on a correctional industries facility at the Monroe Reformatory. A portion of the savings was applied to the projects described in the proviso and the remainder is eliminated from the appropriation.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Department of Ecology

Referendum 38 Water Supply Facilitates (amended)

Section 45

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation LIRA, Water Supply Facilities	\$11,300,000	\$0
1994 Supplemental Change	<u>0</u>	<u>0</u>
Total	\$11,300,000	\$0

Description: To develop water supply and water conservation projects.

New Provisos: \$2,500,000 of the state and local improvements revolving account is provided solely for funding the state's cost share in the water conservation demonstration project - Yakima river re-regulating reservoir.

Comments: No new funds are provided for the project referenced in the proviso. A portion of the previously authorized reappropriation is earmarked for the project.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Department of Ecology

Centennial Clean Water Fund: Water Quality Account (amended)

Section 46

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriations		
Water Quality Account	\$87,820,000	\$63,899,000
1994 Supplemental Change		
Water Quality Account	<u>(13,670,915)</u>	<u>0</u>
Total	\$74,149,085	\$63,899,000

Description: For financial assistance to local governments to address water quality problems.

New Provisos: For fiscal year 1995, the department shall give priority consideration in the distribution of funds from the ten percent discretionary category to those eligible projects which assist local governments in establishing on-site septic system technical assistance programs to inform owners of the benefits of proper operation and maintenance of such systems. No part of such sums provided for septic system technical assistance maybe used by a local government to support inspection of systems or for the enforcement of regulatory requirements regarding on-site septic systems.

Comments: In the context of the proviso, eligible projects is meant to signify projects approved through the existing application process. It is not intended that a new application process be established to meet the conditions of the proviso.

The reappropriation reduction is a technical change which reflects the actual amount of unspent funds available for reappropriation from the 1991-93 biennium.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

State Parks and Recreation Commission

Iron Horse Trail Acquisition

Section 55

	<u>Reapprop</u>	<u>Approp</u>
State Building Construction Account	\$0	\$70,000

Description: To provide matching funds for a grant from the federal intermodal surface transportation efficiency act.

Provisos: none

Comments: The state funds for this project were transferred from the Westhaven comfort station project, section 48. While \$266,233 was removed from section 48, \$196,233 represents a correction to the reappropriation amount due to expenditures made late in the 1991-93 biennium.

1994 Supplemental Capital Budget

Legislative Additions & Changes to Governor Lowry's Capital Budget Request

State Parks & Recreation Commission, Dept of Wildlife, Dept of Natural Resources

Special Land Purchases and Common School Construction (amended)

Section 56

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation		
State Building Construction Account	\$0	\$45,798,000
Aquatic Lands Account	0	4,554,000
1994 Supplemental Change		
State Building Construction Account	0	(15,000,000)
Total	<u>\$0</u>	<u>\$35,352,000</u>

Description: To purchase Common School Trust lands for the benefit of the common schools and for the acquisition of habitat and recreation land.

New Provisos: \$12,424,000 of the total appropriation is provided to the state parks and recreation commission. These funds and \$15,000,000 of the state general fund appropriated to the state parks and recreation commission in the supplemental operating budget (chapter 6, Laws 1994, 1st sp.s, ESSB 6244) are provided to acquire trust lands that have been identified as appropriate for state park use.

The state parks and recreation commission shall provide a \$250,000 matching grant to a local government to acquire property including the Robe Gorge Tunnel Trail for use as a park if such local government agrees to assume all obligation to maintain the property as a park. This authority is provided in lieu of acquisition of the property listed in section 459 (1)(a)(ix), chapter 22, Laws of 1993, 1st sp.s.

The state parks and recreation commission, the state wildlife commission, and the commissioner of public lands shall consider operational costs and impacts of acquiring the authorized trust lands. Efforts shall be made to minimize the operational impacts through public-private partnerships, interlocal agreements or other mechanisms, provided that the aggregate ratio of revenues to the common school construction fund is maintained. Application to the board of natural resources for transfer of these properties from trustland status shall be made based on these considerations. On December 31, 1994, the state treasurer shall transfer remaining unencumbered funds from this appropriation to the common school construction fund and the appropriation in this section shall be reduced by an equivalent amount.

1994 Supplemental Capital Budget
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State Parks & Recreation Commission, Dept of Wildlife, Dept of Natural Resources (Continued)

The board of natural resources shall develop a process for identifying trust lands suitable for transfer from trust status to other state or local public ownership for the benefit of the common schools.

Comments: The \$15 million reduction of state bonds in the supplemental capital budget is replaced by a \$15 million general fund appropriation in the supplemental operating budget.

The grant to a local government for the acquisition of the Robe Gorge Trail is not a project within the trustland transfer program and does not involve the purchase or transfer of trustlands. The grant replaces a previously authorized trust land transfer to state parks. The timber value on the previously authorized property will still be credited to the common school construction fund; therefore, there is no change from the original assumption concerning revenues for school construction.

1994 Supplemental Capital Budget
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Department of Wildlife

Grandy Creek Hatchery (amended)

	<u>Reapprop</u>	<u>Section 70 Approp</u>
1993-95 Original Appropriation		
State Building Construction Account	\$4,500,000	\$0
1994 Supplemental Change	<u>0</u>	<u>0</u>
Total	\$4,500,000	\$0

Description: For planning and construction of the hatchery.

New Provisos: No additional funds may be spent until the department has completed the study required under section 508, chapter 22, Laws of 1993, 1st sp.s. Furthermore, expenditures made from this appropriation shall be for a facility which is operated in conformance with the department's genetic stocking model, wild salmonid policy, and steelhead management plan.

Comments: The amount of funds available for the project remains unchanged from the original 1993-95 capital budget. The study referred to under chapter 22, Section 508, Laws of 1993, 1st sp.s. is the study of the consolidation of fish hatcheries related to the merger of the departments of Fisheries and Wildlife.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Department of Wildlife

Warm Water Fish Facility (amended)

Section 71

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation		
State Building Construction Account	\$0	\$1,870,000
1994 Supplemental Change		
State Building Construction Account	0	(608,000)
Wildlife Account - State	<u>0</u>	<u>38,000</u>
Total	\$0	\$1,300,000

Description: For purchase and development of property in eastern or central Washington by the Department of Wildlife.

New Provisos: (1) The department shall give highest priority to purchasing the Gloyd Seeps Fish Hatchery. However, if it is not economically feasible to do so, the department may purchase and develop alternative property in the eastern or central Washington area.

(2) The appropriation from the wildlife-state account is provided solely for a joint venture for a warm water fish facility on the Hanford Reservation.

Comments: The title of the project is changed from Gloyd Seeps Hatchery to a warm water fish facility. This change is to allow the department to build a facility at another site if the Gloyd Seeps site is not feasible. The amount is reduced to reflect a lower appraisal on the value of the Gloyd Seeps site. The facility at Hanford is a new project that will be jointly developed by the department and Westinghouse Corporation.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

Department of Wildlife

Mount St. Helens Fish Rearing Ponds (amended)

Section 72

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation		
State Building Construction Account	\$370,000	\$0
1994 Supplemental Change		
State Building Construction Account	<u>(370,000)</u>	<u>370,000</u>
Total	\$0	\$370,000

Description: Mount St. Helens Recovery Program, replacement of fish rearing ponds.

New Provisos: none

Comments: This project is for replacement of fish rearing ponds which were lost due to the construction of the Toutle River retention dam. Funding was previously appropriated to the Department of Transportation for this project under the Mount St. Helens Recovery Program. A reappropriation of \$370,000 to the Department of Transportation is eliminated and those funds are transferred to the Department of Wildlife to complete the project.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

State Board of Education

Common School Construction (amended)

Section 74

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation		
State Building Construction Account	\$0	\$4,821,000
Common School Construction Fund	0	233,179,000
1994 Supplemental Change		
State Building Construction Account	0	37,000,000
Common School Construction Fund	0	(52,300,000)
Total	<u>\$0</u>	<u>\$222,700,000</u>

Description: State matching funds for the construction and modernization of school facilities.

New Provisos: Not more than \$106,000,000 from this appropriation and the appropriation for common school construction in the supplemental operating budget (ESSB 6244, chapter 6, Laws of 1994, 1st sp.s.) combined may be obligated in fiscal year 1994 for school district project design and construction.

Comments: A reference to the general fund state appropriation made in the supplemental operating budget is added to the condition which limits the amount of funds which may be spent in the first year of the biennium.

The original 1993-95 capital budget provided \$238,000,000 for school construction, including \$233,179,000 from the Common School Construction Fund (timber revenues) and \$4,821,000 from the State Building Construction Account (general fund bonds). Since the passage of the 1993-95 capital budget the common school timber revenue forecast declined by \$52,300,000. The original biennial appropriation level is sustained by the addition of \$37,000,000 from the State Building Construction Account in this section and \$15,250,000 from the State General Fund in section 516 of the operating budget (ESSB 6244, chapter 6, Laws of 1994, 1st sp.s.).

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

University of Washington

Parrington Hall (amended)

Section 75

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation UW Building Account	\$1,675,000	\$0
1994 Supplemental Change UW Building Account	(28,874)	3,513,499
Total	<u>\$1,646,126</u>	<u>\$3,513,499</u>

Description: For exterior and seismic repair of Parrington Hall.

New Provisos: No money shall be spent until the project has met the OFM review requirement in section 1015 of the 1993-95 biennial capital budget.

Comments: The supplemental appropriation is for newly recognized costs to meet earthquake standards. The additional \$3.5 million comes from two sources: \$1.5 million from Denny Hall exterior repair (section 76); and \$1.9 million from the UW Building Account fund balance.

1994 Supplemental Capital Budget
Legislative Additions & Changes to Governor Lowry's Capital Budget Request

University of Washington

Denny Hall (amended)

Section 76

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation UW Building Account	\$1,550,000	\$0
1994 Supplemental Change UW Building Account	<u>(1,547,132)</u>	<u>0</u>
Total	\$2,868	\$0

Description: Exterior repairs to Denny Hall.

New Provisos: none

Comments: A structural review of Denny Hall indicates that a major seismic retrofit is necessary and will cost well beyond the original appropriation. The project is postponed until the university develops a new scope of work for Denny Hall. The unused funds are transferred to Parrington Hall.

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University of Washington

Tacoma Branch Campus (amended)

Section 77

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation		
State Building Construction Account	\$8,741,680	\$53,983,320
1994 Supplemental Change		
State Building Construction Account	0	(23,000,000)
Total	\$8,741,680	\$30,983,320

Description: For acquisition, design, and construction of the Tacoma branch campus.

New Provisos: none

Comments: This project originally contained funding for both the Bothell and Tacoma branches. Following the decision to collocate the Bothell branch campus with the new community college serving north King and South Snohomish counties, funding for the construction of the Bothell branch campus is transferred to the Office of Financial Management for the development of a collocated higher education campus. See page 243. The title of this project is changed accordingly.

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University of Washington

Bothell Branch Campus

Section 78

	<u>Reapprop</u>	<u>Approp</u>
University of Washington Building Account	\$0	\$2,290,000

Description: For expenses incurred at the Wellington Hills site.

Provisos: (1) No money from this appropriation may be expended that would be inconsistent with the recommendations of the higher education coordinating board.
(2) The purpose of this appropriation is to provide expenditure authority for previously incurred expenses.

Comments: The original 1993-95 appropriation for the Bothell branch campus was \$23 million. Of that amount \$20,710,000 is transferred to OFM for the development of the new collocated campus. The remainder of the amount is provided here to fund expenses previously incurred by the University of Washington at Wellington Hills.

1994 Supplemental Capital Budget
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Washington State University

Veterinary Teaching Hospital Construction (amended)

Section 79

	<u>Reapprop</u>	<u>Approp</u>
1993-95 Original Appropriation		
State Building Construction Account	\$32,310	\$0
Higher Ed Reimbursable Const Account	24,947,571	0
1994 Supplemental Change		
State Building Construction Account	0	7,110,500
Total	<u>\$24,979,881</u>	<u>\$7,110,500</u>

Description: To construct, equip, and furnish a new teaching hospital for the department of veterinary medicine and surgery.

New Provisos: none

Comments: The university underestimated or failed to include the full cost of equipment in the original budget request for the hospital. The additional funds provided are sufficient only for equipment to be installed during construction and those items which require a long lead time for acquisition.

The purpose of the supplemental appropriation is to allow the building to open on schedule recognizing that additional equipment may be requested by the University for consideration and competition during the next budget process.